

UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWAREIn re: W. R. Grace & Co., et al
DebtorCase No. 01-01139 Jointly Administered
Reporting Period: June 2005

MONTHLY OPERATING REPORT

File with Court and submit copy to United States Trustee within 20 days after end of month

Submit copy of report to any official committee appointed in the case.

REQUIRED DOCUMENTS	FORM NO.	DOCUMENT ATTACHED	EXPLANATION ATTACHED
Schedule of Cash Receipts and Disbursements	MOR-1	X	
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1 (con't)	X	
Copies of bank statements		X	
Cash disbursements journals			Not available
Statement of Operations	MOR-2	X	
Balance Sheet	MOR-3	X	
Status of Postpetition Taxes	MOR-4	X	
Copies of IRS Form 6123 or payment receipt			Not available
Copies of Federal income tax returns filed during reporting period			None filed
Summary of Unpaid Postpetition Debts	MOR-4		See Note #4
Listing of aged accounts payable			See Note #4
Accounts Receivable Reconciliation and Aging	MOR-5	X	
Debtor Questionnaire	MOR-5	X	

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the documents attached are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date

Signature of Joint Debtor

Date

Signature of Authorized Individual*

Date

Robert M. Tarola

Printed Name of Authorized Individual

Senior Vice President and
Chief Financial Officer

Title of Authorized Individual

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

**W. R. Grace & Co.
Monthly Financial Report
June 30, 2005**

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Monthly Operating Report

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Bank Statements

Federal Income Tax Returns

none

Forward-Looking Information

This monthly financial report contains forward-looking information that involves risks and uncertainties. For such information, Grace claims the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. Actual results could differ materially from the results predicted, and reported results should not be considered as a indication of future performance. Factors that could cause actual results to differ from those contained in the forward-looking information include those factors set forth in Grace's most recent Annual Report on Form 10-K and quarterly reports on Form 10-Q, which have been filed with the Securities Exchange Commission.

Statement of Confidentiality

The information contained in the monthly financial report contains confidential information of W. R. Grace & Co. and its subsidiaries (the "Confidential Information"). The Confidential Information has been prepared solely for information purposes and may not be disclosed to any person or entity or reproduced, disseminated or disclosed, in whole or in part, except to officers, directors, employees, and representatives of the recipient ("Representatives") or as required by applicable law or regulation. By receipt of the Confidential Information, each recipient agrees to (1) use the Confidential Information only to enhance its understanding of Grace and its businesses, and (2) inform its Representatives of the confidential nature of such information and direct them to treat such information in accordance with the terms. Each recipient agrees to be responsible for any breach of these provisions by any of its Representatives.

Monthly Operating Report

W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

June 2005

	J.P. Morgan Chase Disbursements	Wachovia	First Union	First Union Payroll	Merrill Lynch Investments	Merrill Lynch Investments	J.P. Morgan Chase Disbursements
	3101013572	161903910243	21995000216123	2079900003615	33437552	33437552	222141
CASH BEGINNING OF MONTH	\$ 48,483	\$ -	\$ (0)	\$ 0	\$ 182,273,748	\$ 0	\$ 749,903
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES							
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES			13,977,942			428,176	
TRANSFERS IN - NONFILING ENTITIES							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	300,000			29,711	73,600,000		
MISCELLANEOUS			359,983				
TOTAL RECEIPTS	300,000	-	14,337,926	29,711	74,028,176	-	-
DISBURSEMENTS							
PAYROLL				29,711			
PAYROLL TAXES							
TRADE PAYABLES - THIRD PARTIES							
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES	228,370						
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			14,337,926		68,000,000		
MISCELLANEOUS							
TOTAL DISBURSEMENTS	228,370	-	14,337,926	29,711	68,000,000	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	71,630	-	-	-	6,028,176	-	-
CASH - END OF MONTH	118,113	-	(0)	0	188,301,924	0	749,903

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

June 2005

	RJP Mortgage Company Concentrations	EBITDA/Other Cash Concentrations	Bank/Trade/Usage Securities LLC Concentrations	Fees/Interest Concentrations	Grants/Other Concentrations	Fees/Interest Payroll	Fees/Interest Filing Entity Cash Accounts	Grants/Other Filing Entity Cash Accounts	Fees/Interest Payroll	Grants/Other Filing Entity Cash Accounts	Grants/Other Concentrations	Fees/Interest Concentrations
CASH BEGINNING OF MONTH	\$ 280,491	\$ 2,115,546	\$ 37,891,963	\$ (0)	\$ 0	\$ 0	\$ (0)	\$ 0	\$ 0	\$ 0	\$ 0	\$ (0)
RECEIPTS												
ACCOUNTS RECEIVABLE - THIRD PARTIES			51,564,822									
ACCOUNTS RECEIVABLE - INTERCOMPANY			1,443,878									
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI												
DIP BORROWINGS												
TRANSFERS IN - THIRD PARTIES	1,688,736			174,787								
TRANSFERS IN - NONFILING ENTITIES	25,548,531											
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	188,076,021				98,400,000	18,485,133		3,541				130,754
MISCELLANEOUS					382,406	95,765						
TOTAL RECEIPTS	215,313,288	53,008,700	174,787	98,782,406	18,580,898	3,541	-	130,754				
DISBURSEMENTS												
PAYROLL							9,521,437					
PAYROLL TAXES							9,059,461					
TRADE PAYABLES - THIRD PARTIES	347,890											
TRADE PAYABLES - INTERCOMPANY												
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI												
DIP PRINCIPAL REPAYMENTS												
DIP INTEREST AND USAGE FEES	180,773											
TRANSFERS OUT - THIRD PARTIES	13,939,494	28,894						2,684				130,754
TRANSFERS OUT - NONFILING ENTITIES	6,591,533											
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	194,266,566	53,334,909			98,782,406							
MISCELLANEOUS								877				
TOTAL DISBURSEMENTS	215,326,256	53,363,802	-	98,782,406	18,580,898	3,541	-	130,754				
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(12,969)	(355,102)	174,787	-	-	-	-	-	-	-	-	-
CASH - END OF MONTH	267,522	1,760,444	37,888,751	(0)	0	(0)	0	(0)				

Note #1

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W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

June 2005

	First Union ACCT 123745 207990005761	First Union ACCT 123701 207990006755	First Wachovia ACCT 123755 1658-0625356	First Union ACCT 123755 162090005260	First Union ACCT 123755 162090005230	Altria ACCT 123701 162090005231	Sumitomo ACCT 123701 16209000141305	PNC ACCT 123701 14012611360
CASH BEGINNING OF MONTH	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 23,928	\$ 45,248	\$ 24,454
RECEIPTS								
ACCOUNTS RECEIVABLE - THIRD PARTIES			34,988,780					
ACCOUNTS RECEIVABLE - INTERCOMPANY			12,934,874					
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI								
DIP BORROWINGS								
TRANSFERS IN - THIRD PARTIES								
TRANSFERS IN - NONFILING ENTITIES								
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	41,095,327			1,788,568	37,251,373			
MISCELLANEOUS	2,063,130		1,067,309					
TOTAL RECEIPTS	43,158,457	-	48,988,963	1,788,568	37,251,373	-	-	-
DISBURSEMENTS								
PAYROLL							46,670	
PAYROLL TAXES								
TRADE PAYABLES - THIRD PARTIES	(a) 43,158,457			1,517,716	35,034,587			
TRADE PAYABLES - INTERCOMPANY								
ACCOUNT SECURITIZATION								
PAYMENTS AS SERVICER FOR GRPI								
DIP PRINCIPAL REPAYMENTS								
DIP INTEREST AND USAGE FEES								
TRANSFERS OUT - THIRD PARTIES								
TRANSFERS OUT - NONFILING ENTITIES								
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			48,988,963					
MISCELLANEOUS				268,850	2,216,786			
TOTAL DISBURSEMENTS	43,158,457	-	48,988,963	1,788,568	37,251,373	46,670	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)							(46,670)	
CASH - END OF MONTH	-	-	0	0	0	(22,742)	45,246	24,454

Note #1

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(a) These disbursements include Libby indictment, legal, and indemnification costs of \$891,029.

W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

June 2005

	Check No./Voucher No./Document No.	Bank of America Cash Payroll	Bank of America City, State	Filing Entity Operating Account	Banco del Crédito Operando Accs	Banco del Crédito Operando Accs	Banco del Crédito Operando Accs
CASH BEGINNING OF MONTH	\$ 10,000	\$ 279,110	\$ 56,345	\$ 3,861	\$ 317,693	\$ -	\$ -
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES					16,317	250,652	
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES					146,252	20	
TRANSFERS IN - NONFILING ENTITIES							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS							
MISCELLANEOUS							
TOTAL RECEIPTS	-	-	-	-	162,569	250,672	-
DISBURSEMENTS							
PAYROLL			287,588		7,655		
PAYROLL TAXES					1,220		
TRADE PAYABLES - THIRD PARTIES							
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES					127,704	146,729	
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS							
MISCELLANEOUS					17,531	13,151	
TOTAL DISBURSEMENTS	-	-	287,588	-	154,111	159,880	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	(287,588)	-	8,458	90,791	-
CASH - END OF MONTH	10,000	-	(6,478)	56,345	12,319	408,484	-

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W. R. Grace & Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

June 2005

	Bank of Boston Checking Accts 2014-519	Bank of Boston Checking Accts 2015-424	Cash on Hand	Other Assets	ACTUAL	CURRENT MONTH	PROJECTED
CASH BEGINNING OF MONTH	\$ 9,201	\$ 296,487	\$ 0	\$ 43,925	\$ (235,755)	224,032,630	\$
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES		211,646				87,010,217	
ACCOUNTS RECEIVABLE - INTERCOMPANY						14,378,752	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI						-	
DIP BORROWINGS						-	
TRANSFERS IN - THIRD PARTIES	9	1,577				16,417,499	
TRANSFERS IN - NONFILING ENTITIES						25,548,531	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS						459,158,427	
MISCELLANEOUS					204,527	4,173,120	
TOTAL RECEIPTS	9	213,223			204,527	606,686,546	
DISBURSEMENTS							
PAYROLL		407				9,893,470	
PAYROLL TAXES		3,645				9,064,326	
TRADE PAYABLES - THIRD PARTIES			484,417			80,523,067	
TRADE PAYABLES - INTERCOMPANY						-	
ACCOUNT SECURITIZATION						-	
PAYMENTS AS SERVICER FOR GRPI						-	
DIP PRINCIPAL REPAYMENTS						-	
DIP INTEREST AND USAGE FEES						160,773	
TRANSFERS OUT - THIRD PARTIES		2,134				14,606,743	
TRANSFERS OUT - NONFILING ENTITIES						8,591,533	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS						477,690,770	
MISCELLANEOUS		2,823	13,552			2,533,571	
TOTAL DISBURSEMENTS	8,009	477,969				601,084,252	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)		(9,000)	(264,746)		204,527	5,602,294	
CASH - END OF MONTH	201	31,741	0	\$ 43,925	(31,229)	229,634,924	\$

Note #1

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W.R. Grace & Co.

Schedule of Cash Receipts and Disbursements

MOR-1

June 2005

		1/1/2014	1/31/2014	CURRENT MONTH	ACTUAL	PROJECTED
CASH BEGINNING OF MONTH		\$ 48	\$ 48			
RECEIPTS						
ACCOUNTS RECEIVABLE - THIRD PARTIES					-	
ACCOUNTS RECEIVABLE - INTERCOMPANY					-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					-	
DIP BORROWINGS					-	
TRANSFERS IN - THIRD PARTIES					-	
TRANSFERS IN - NONFILING ENTITIES					-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		21,966,566	21,966,566			
TOTAL RECEIPTS		21,966,566	21,966,566			
DISBURSEMENTS						
PAYROLL					-	
PAYROLL TAXES					-	
TRADE PAYABLES - THIRD PARTIES					-	
TRADE PAYABLES - INTERCOMPANY					-	
ACCOUNT SECURITIZATION					-	
PAYMENTS AS SERVICER FOR GRPI					-	
DIP PRINCIPAL REPAYMENTS					-	
DIP INTEREST AND USAGE FEES					-	
TRANSFERS OUT - THIRD PARTIES					-	
TRANSFERS OUT - NONFILING ENTITIES					-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		21,966,566	21,966,566			
MISCELLANEOUS					-	
TOTAL DISBURSEMENTS		21,966,566	21,966,566			
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)					-	
CASH - END OF MONTH		\$ 48	\$ 48	\$		

Remedium Group, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

June 2005

	DIP MORTGAGE CASH Depository/Withholding 07/01/05	DIP CASH FLOW Depository/Withholding 07/01/05	CURRENT MONTH	
			(ACTUAL)	(PROJECTED)
CASH BEGINNING OF MONTH	\$ -	\$ (12,517)	\$ 1,283	\$ (11,234)
RECEIPTS				
ACCOUNTS RECEIVABLE - THIRD PARTIES				-
ACCOUNTS RECEIVABLE - INTERCOMPANY				-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-
DIP BORROWINGS				-
TRANSFERS IN - THIRD PARTIES				-
TRANSFERS IN - NONFILING ENTITIES				-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	21,350,418	613,235		21,963,654
TOTAL RECEIPTS	21,350,418	613,235	-	21,963,654
DISBURSEMENTS				
PAYROLL				-
PAYROLL TAXES				-
TRADE PAYABLES - THIRD PARTIES				-
TRADE PAYABLES - INTERCOMPANY				-
ACCOUNT SECURITIZATION				-
PAYMENTS AS SERVICER FOR GRPI				-
DIP PRINCIPAL REPAYMENTS				-
DIP INTEREST AND USAGE FEES				-
TRANSFERS OUT - THIRD PARTIES	21,350,418	776,339	1,283	22,128,040
TRANSFERS OUT - NONFILING ENTITIES				-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS				-
MISCELLANEOUS				-
TOTAL DISBURSEMENTS	21,350,418	776,339	1,283	22,128,040
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	(163,104)	(1,283)	(164,387)
CASH - END OF MONTH	-	(175,620)	-	(175,620)

Darex Puerto Rico, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

June 2005

	Opns Accts (30015301100)	Paym (C20)	Other	Forfeited	CURRENT ACTUAL	MONTH TO DATE	CURRENT PROJECTED
CASH BEGINNING OF MONTH	\$ 5,666,006	\$ 1,500	\$ -	\$ 0	\$ 5,667,506		
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES	441,134					441,134	
ACCOUNTS RECEIVABLE - INTERCOMPANY						-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI						-	
DIP BORROWINGS						-	
TRANSFERS IN - THIRD PARTIES						-	
TRANSFERS IN - NONFILING ENTITIES						-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	575,319					675,319	
TOTAL RECEIPTS	1,016,453					1,016,453	
DISBURSEMENTS							
PAYROLL	5,671					5,671	
PAYROLL TAXES	2,091					2,091	
TRADE PAYABLES - THIRD PARTIES	409,988					409,988	
TRADE PAYABLES - INTERCOMPANY						-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI						-	
DIP PRINCIPAL REPAYMENTS						-	
DIP INTEREST AND USAGE FEES						-	
TRANSFERS OUT - THIRD PARTIES						-	
TRANSFERS OUT - NONFILING ENTITIES						-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	575,319					675,319	
MISCELLANEOUS						-	
TOTAL DISBURSEMENTS	993,067					993,067	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	23,386					23,386	
CASH - END OF MONTH	5,689,392	1,500	\$ -	0	5,690,892	-	

CC Partners

Schedule of Cash Receipts and Disbursements

MOR-1

June 2005

	Credit Union Deposits/Access 2199500031802	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	
RECEIPTS	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS		-	
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION		-	
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS		-	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)		-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Kootenai Development Company
 Schedule of Cash Receipts and Disbursements
 MOR-1
 June 2005

		CASH FLOW STATEMENT	
		CASH FLOW STATEMENT	
		CASH FLOW STATEMENT	
CASH BEGINNING OF MONTH	\$ 5,839	\$ 5,839	\$ 5,839
RECEIPTS:	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES			
ACCOUNTS RECEIVABLE - INTERCOMPANY			
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI			
DIP BORROWINGS			
TRANSFERS IN - THIRD PARTIES			
TRANSFERS IN - NONFILING ENTITIES			
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS			
TOTAL RECEIPTS			
DISBURSEMENTS:			
PAYROLL			
PAYROLL TAXES			
TRADE PAYABLES - THIRD PARTIES			
TRADE PAYABLES - INTERCOMPANY			
ACCOUNT SECURITIZATION			
PAYMENTS AS SERVICER FOR GRPI			
DIP PRINCIPAL REPAYMENTS			
DIP INTEREST AND USAGE FEES			
TRANSFERS OUT - THIRD PARTIES			
TRANSFERS OUT - NONFILING ENTITIES			
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			
MISCELLANEOUS			
TOTAL DISBURSEMENTS			
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)			
CASH - END OF MONTH	\$ 5,839	\$ 5,839	\$ 5,839

Grace Europe, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

June 2005

	CASH RECEIPTS (\$)	CASH DISBURSEMENTS (\$)	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES			-
ACCOUNTS RECEIVABLE - INTERCOMPANY			-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI			-
DIP BORROWINGS			-
TRANSFERS IN - THIRD PARTIES			-
TRANSFERS IN - NONFILING ENTITIES			-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS			-
TOTAL RECEIPTS	\$ -	\$ -	\$ -
DISBURSEMENTS			
PAYROLL			-
PAYROLL TAXES			-
TRADE PAYABLES - THIRD PARTIES			-
TRADE PAYABLES - INTERCOMPANY			-
ACCOUNT SECURITIZATION			-
PAYMENTS AS SERVICER FOR GRPI			-
DIP PRINCIPAL REPAYMENTS			-
DIP INTEREST AND USAGE FEES			-
TRANSFERS OUT - THIRD PARTIES			-
TRANSFERS OUT - NONFILING ENTITIES			-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			-
MISCELLANEOUS			-
TOTAL DISBURSEMENTS	\$ -	\$ -	\$ -
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	\$ -	\$ -	\$ -
CASH - END OF MONTH	\$ -	\$ -	\$ -

Gloucester New Communities Company, Inc.
 Schedule of Cash Receipts and Disbursements
 MOR-1
 June 2005

	CASH BALANCE 01/01/01	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 500	\$ 500	
RECEIPTS		No Activity	
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS		-	
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION		-	
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS		-	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)		-	
CASH - END OF MONTH	\$ 500	\$ 500	\$ -

Dewey & Almy, LLC

Schedule of Cash Receipts and Disbursements

MOR-1

June 2005

	MISC CASH FLOWS	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ -
RECEIPTS	No Activity	-	-
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	-
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	-
DIP BORROWINGS		-	-
TRANSFERS IN - THIRD PARTIES		-	-
TRANSFERS IN - NONFILING ENTITIES		-	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	-
TOTAL RECEIPTS		-	-
DISBURSEMENTS		-	-
PAYROLL		-	-
PAYROLL TAXES		-	-
TRADE PAYABLES - THIRD PARTIES		-	-
TRADE PAYABLES - INTERCOMPANY		-	-
ACCOUNT SECURITIZATION		-	-
PAYMENTS AS SERVICER FOR GRPI		-	-
DIP PRINCIPAL REPAYMENTS		-	-
DIP INTEREST AND USAGE FEES		-	-
TRANSFERS OUT - THIRD PARTIES		-	-
TRANSFERS OUT - NONFILING ENTITIES		-	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	-
MISCELLANEOUS		-	-
TOTAL DISBURSEMENTS		-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)		-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

W. R. Grace & Co. - Conn
Bank Reconciliations
May, 2005
MOR-1

		12 Month Cash Disbursement	12 Month Cash Receipts	12 Month Cash Disbursement	12 Month Cash Receipts	12 Month Cash Disbursement	12 Month Cash Receipts
		101013572	5619039102	2103500021812	2079900003615	103237359	182273748
Balance per books		\$ 46,483	\$ -	\$ -	\$ -	\$ -	\$ 182,273,748
Bank Balance (+) Deposits in transit (-) Outstanding checks Other		\$ 46,483	\$ -	\$ 369,984	\$ -	\$ -	\$ 182,273,748
Adjusted bank balance		\$ 46,483	\$ -	\$ -	\$ -	\$ -	\$ 182,273,748
Deposits in transit		Date	Amount	Date	Amount	Date	Amount
Outstanding Checks		Cash	Amount	Cash	Amount	Cash	Amount
Other							
Transfers between bank accounts							
Accounting error							
Interest not recorded on books							
Bank fees not recorded on books							
Payroll tax payments not recorded							
Unreconciled bank activity							
Unreconciled ledger activity							
Reclass negative cash balance							
Returned item adjustment							
Payroll/other activity in transit							
Petty cash funds							
Reporting reclass							
Unrecorded deposit							

W. R. Grace & Co. - Conn
Bank Reconciliations
May, 2005
MOR-1

	W. R. Grace & Co. Holding 222 Main St. New Haven, CT 06473	W. R. Grace & Co. (Concentration) 600 125th St. Bronx, NY 10451	Bank of America Lockbox 165-203114	Bank of America Securities LLC 165-203104	First Union (Concentration) 2000 0002821724
Balance per books	\$ 749,903	\$ 280,491	\$ 2,115,546	\$ 37,691,963	\$ -
Bank Balance	\$ -	\$ 280,491	\$ 2,117,119	\$ 37,691,963	\$ 7,624,771
(+) Deposits in transit	749,903		(1,573)		(7,624,771)
(-) Outstanding checks					
Other					
Adjusted bank balance	\$ 749,903	\$ 280,491	\$ 2,115,546	\$ 37,691,963	\$ -
Deposits in transit					
Outstanding checks					
Other					
Transfers between bank accounts					
Accounting error					
Interest not recorded on books					
Bank fees not recorded on books					
Payroll tax payments not recorded					
Unreconciled bank activity					
Unreconciled ledger activity					
Reclass negative cash balance					
Returned item adjustment					
Payroll/other activity in transit					
Petty cash funds					
Reporting reclass					
Unrecorded deposit					
					(7,624,771)

W. R. Grace & Co. - Conn
Bank Reconciliations
May, 2005
MOR-1

	First Union Bank P.O. Box 2079 2079900016741	First Union Bank/Cash 2079900005500	Civic Bank P.O. Box 1550 #155020157391	First Union Bank/MC 2079900065006	First Union Bank P.O. Box 2079 207990005761
Balance per books	\$ -	\$ -	\$ -	\$ -	\$ -
Bank Balance	\$ -			\$ -	
(+) Deposits in transit		(398,921)			
(-) Outstanding checks			(362)		
Other	398,921		362		
Adjusted bank balance	\$ -	\$ -	\$ -	\$ -	\$ -
Deposits in transit	Date	Amount	Date	Amount	Date
Outstanding Checks	Date	Amount	Date	Amount	Date
Detail Available			12586 (15)		
			32048 (20)		
			32049 (1)		
			33960 (1)		
			34066 (50)		
			37009 (88)		
			39031 (32)		
			39032 (55)		
			39033 (100)		
Detail Available					
Other					
Transfers between bank accounts					
Accounting error					
Interest not recorded on books					
Bank fees not recorded on books					
Payroll tax payments not recorded					
Unreconciled bank activity					
Unreconciled ledger activity					
Reclass negative cash balance					
Returned item adjustment					
Payroll/other activity in transit					
Petty cash funds					
Reporting reclass					
Unrecorded deposit					

**W. R. Grace & Co. - Conn
Bank Reconciliations
May, 2005
MOR-1**

	First Union Pty Co 20799000057534	Wachovia 1966-06253-6	First Union Y2K 20799000052603	First Union Accts Payable 20799000052311	JPMorgan Payroll 16298531
Balance per books	\$ -	\$ -	\$ -	\$ -	\$ 23,928
Bank Balance					\$ 46,670
(+) Deposits in transit		\$ 2,402,691			
(-) Outstanding checks	(12,126)		(767,182)		(4,634)
Other	12,126	(2,402,691)	767,182		(18,108)
Adjusted bank balance	\$ -	\$ -	\$ -	\$ -	\$ 23,928
Deposits in transit	Date	Amount	Date	Amount	Date
Outstanding Checks	Check Status	Ref. Amount	Check Status	Ref. Amount	Check Status
	Detail Available		SAP 05/31/05	(767,182)	
					Detail Available
Other					
Transfers between bank accounts					
Accounting error					
Interest not recorded on books					
Bank fees not recorded on books					
Payroll tax payments not recorded					
Unreconciled bank activity					
Unreconciled ledger activity					
Reclass negative cash balance					
Returned item adjustment					
Payroll/other activity in transit					
Petty cash funds					
Reporting reclass					
Unrecorded deposit					

W. R. Grace & Co. - Conn
Bank Reconciliations
May, 2005
MOR-1

	Check Number 000001413001	Pay Number 40026413601	Debit Number 1013912101	Credit Number 000000022137	Misc Number (5288657)
Balance per books	\$ 45,246	\$ 24,454	\$ 10,000	\$ -	\$ 279,110
Bank Balance (+) Deposits in transit (-) Outstanding checks Other	\$ 45,246	\$ 24,447	\$ 10,000	\$ -	\$ 287,588 (8,301) 823
Adjusted bank balance	\$ 45,246	\$ 24,454	\$ 10,000	\$ -	\$ 279,110
Deposits in transit	Check Date / /	Post Date / /	Amount / /	Check Date / /	Post Date / /
Outstanding Checks	Check Date / /	Post Date / /	Amount / /	Check Date / /	Post Date / /
Other					Detail Available 823
Transfers between bank accounts					
Accounting error					
Interest not recorded on books					
Bank fees not recorded on books					
Payroll tax payments not recorded					
Unreconciled bank activity					
Unreconciled ledger activity					
Reclass negative cash balance					
Returned item adjustment					
Payroll/other activity in transit					
Petty cash funds					
Reporting reclass					
Unrecorded deposit					

W. R. Grace & Co. - Conn
Bank Reconciliations
May, 2005
MOR-1

		GENERAL CREDIT	GENERAL DEBIT	GENERAL CREDIT	GENERAL DEBIT	GENERAL CREDIT	GENERAL DEBIT
		Post/Cash	Open/Chq	Open/Chq	Post/Cash	Open/Chq	Open/Chq
		2040000016900	1931115122058	193112593317	200156209	201545193	201545193
Balance per books		\$ 56,345	(Soles)	12,566	\$ 317,693	\$ -	(Soles) 29,945
Bank Balance (+) Deposits in transit (-) Outstanding checks Other		\$ 41,291		12,566	\$ 317,693	\$ -	29,946
Adjusted bank balance		\$ 56,345		\$ 12,566	\$ 317,693	\$ -	\$ 29,945
Deposits in transit		Date	Amount	Date	Amount	Date	Amount
Outstanding Checks		Date	Amount	Date	Amount	Date	Amount
Other							
Transfers between bank accounts							
Accounting error			(946)				
Interest not recorded on books							
Bank fees not recorded on books							
Payroll tax payments not recorded							
Unreconciled bank activity							
Unreconciled ledger activity							
Reclass negative cash balance							
Returned item adjustment							
Payroll/other activity in transit							
Petty cash funds							
Reporting reclass							
Unrecorded deposit			16,000				

W. R. Grace & Co. - Conn Bank Reconciliations May, 2005 MOR-1		
		Checking Account 0154243
Balance per books	\$ 296,487	
Bank Balance (+) Deposits in transit (-) Outstanding checks Other	\$ 296,487	
Adjusted bank balance	\$ 296,487	
Deposits in transit		
Outstanding Checks		
Other		
Transfers between bank accounts Accounting error Interest not recorded on books Bank fees not recorded on books Payroll tax payments not recorded Unreconciled bank activity Unreconciled ledger activity Reclass negative cash balance Returned item adjustment Payroll/other activity in transit Petty cash funds Reporting reclass Unrecorded deposit		

<p>W. R. Grace & Co. Bank Reconciliations May, 2005 MOR-1</p> <p>JP Morgan Chase P.O. Box 1000 322981603</p>		
Balance per books	\$ 48	
Bank Balance	\$ -	
(+) Deposits in transit	-	
(-) Outstanding checks	-	
Other	48	
Adjusted bank balance	\$ 48	
Deposits in transit	Date	Amount
Outstanding Checks	Date	Amount
Other		
Transfers between bank accounts		
Accounting error		
Interest not recorded on books		
Bank fees not recorded on books		
Payroll tax payments not recorded		
Unreconciled bank activity		
Unreconciled ledger activity		
Returned item adjustment		48
Payroll activity in transit		
Petty cash funds		

Remedium Group, Inc.
Bank Reconciliations
May, 2005
MOR-1

		Bank Reconciliations	
		Bank Reconciliations	
Pass through		Differences	
S2883842		601831585	
Balance per books		\$ (12,517)	
Bank Balance (+) Deposits in transit (-) Outstanding checks Other		\$ (12,517)	
Adjusted bank balance		\$ (12,517)	
Deposits in transit		Date	
Outstanding checks		Check No.	
		Amount	
		Date	
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CC Partners Bank Reconciliations May, 2005 MOR-1		
		DCS/Union DCS/Union 2199500031802
Balance per books	\$	-
Bank Balance (+) Deposits in transit (-) Outstanding checks Other	\$	-
Adjusted bank balance	\$	-
Deposits in transit		
Outstanding checks		
Other		
Transfers between bank accounts Accounting error Interest not recorded on books Bank fees not recorded on books Payroll tax payments not recorded Unreconciled bank activity Unreconciled ledger activity Returned item adjustment Payroll activity in transit Petty cash funds		

Darex Puerto Rico, Inc. Bank Reconciliations May, 2005 MOR-1		
	Chart 2	Operating Account 50015301
Balance per books		\$ 5,666,006
Bank Balance		\$ 5,901,317
(+) Deposits in transit		2,990
(-) Outstanding checks		(248,737)
Other		8,438
Adjusted bank balance		\$ 5,666,006
Deposits in transit	Date	Amount
	5-May-05	2,990
Outstanding Checks	Check No.	Amount
	15481	(27)
	15804	(728)
	16971	(920)
	17225	(8,111)
	17288	(128,882)
	17582	(8,226)
	17597	(85)
	17604	(781)
	17605	(4,738)
	17607	(1,188)
	17608	(91,847)
	17610	(95)
	17612	(1,914)
	various	(3,215)
Other		
Transfers between bank accounts		
Accounting error		
Interest not recorded on books		
Bank fees not recorded on books		
Payroll tax payments not recorded		
Unreconciled bank activity		
Unreconciled ledger activity		
Returned item adjustment		
Payroll activity in transit		
Petty cash funds		8,438

Grace Europe, Inc. Bank Reconciliations May, 2005 MOR-1	
	Bank Book Bal
Balance per books	\$ -
Bank Balance	\$ -
(+) Deposits in transit	
(-) Outstanding checks	
Other	
Adjusted bank balance	\$ -
Deposits in transit	Date
Outstanding checks	Check No.
Other	
Transfers between bank accounts	
Accounting error	
Interest not recorded on books	
Bank fees not recorded on books	
Payroll tax payments not recorded	
Unreconciled bank activity	
Unreconciled ledger activity	
Returned item adjustment	
Payroll activity in transit	
Petty cash funds	

Kootenai Development Company Bank Reconciliations May, 2005 MOR-1		First National Bank of Montana Chart 2 1040097
Balance per books		\$ 5,839
Bank Balance (+) Deposits in transit (-) Outstanding checks Other		\$ 5,839
Adjusted bank balance		\$ 5,839
Deposits in transit		
Outstanding Checks		
Other		
Transfers between bank accounts Accounting error Interest not recorded on books Bank fees not recorded on books Payroll tax payments not recorded Unreconciled bank activity Unreconciled ledger activity Returned item adjustment Payroll activity in transit Petty cash funds		

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR - 2

Month Ended June 30, 2005

	W.R. Grace & Co.-Conn.								
Net sales to third parties	\$ 87,910,937	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	30,269,874	-	-	-	-	-	-	-	-
Net sales to filing entities	217,088	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	5,786,970	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	(6,471,673)	4,130,856	619,863	19,173	845,233	-	2,602,915	-	-
	117,713,196	4,130,856	619,863	19,173	845,233	-	2,602,915	-	-
Cost of goods sold to third parties	57,525,104	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	24,391,779	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	213,121	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	(a) 30,739,118	-	6,016	-	-	7,675	-	-	-
Research and development expenses	3,277,717	-	-	-	-	-	-	-	-
Depreciation and amortization	5,900,224	-	2,317	-	-	-	-	-	-
Interest expense	4,332,786	-	-	-	-	-	-	-	-
Other expense (income)	(11,970,275)	-	-	-	-	-	-	-	-
	114,409,574	-	8,333	-	-	7,675	-	-	-
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	3,303,622	4,130,856	611,529	19,173	845,233	(7,675)	2,602,915	-	-
Chapter 11 reorganization expenses, net	(1,130,206)	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	2,444,823	(1,445,800)	(214,060)	(6,710)	(295,832)	61	(911,020)	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ 4,618,239	\$ 2,685,056	\$ 397,469	\$ 12,463	\$ 549,401	\$ (7,614)	\$ 1,691,895	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

(a) Amount includes \$767,084 of expenses for Grace's legal and indemnification costs related to the Libby indictment. \$461,817 of this amount relates specifically to the indemnification costs of the seven current and former employees under indictment.

W.R. Grace & Co. - Chapter 11 Filing Entities
 Combining Statement of Operations
 MOR - 2
 Month Ended June 30, 2005

	W.R. Grace & Co. - Chapter 11 Filing Entities	Delta Chemicals Inc.	Albemarle Corp.	Albemarle Boston Corp.	Albemarle Boston Eng.	Gulfport Corp.	MRA Holdings Corp.	MRA International Corp.	W.R. Grace & Co. - Conn.
Net sales to third parties	\$ -	\$ 808,747	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	13,905	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	1,334,050	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	(1,743,428)	(2,937)	-	-	-	-	-	-	-
	(409,378)	819,716	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	328,624	20,127	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	38,260	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	109,128	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	83,339	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income)	(238,567)	-	-	-	-	-	-	-	-
	(238,567)	559,352	20,127	-	-	-	-	-	-
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	(170,811)	260,363	(20,127)	-	-	-	-	-	-
Chapter 11 reorganization expenses, net	(234,213)	(117,669)	7,044	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) Income	\$ (405,024)	\$ 142,694	\$ (13,083)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR - 2

Month Ended June 30, 2005

	Koehler IDV/OCN Companies	Grace Biomedical Inc.	Grace Americas Inc.	Grace Environmental Institutes	Grace Chemical Corporation of Cuba	Southwest Chemical Corporation of Cuba	Grace Chemical Corporation of Cuba El Bergasito Inc.	Grace Chemical Corporation of Cuba Development Corporations				
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-	-	-
Other expense (income)	-	-	-	-	-	-	-	-	-	-	-	-
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net	-	-	-	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-	-	-
Net (loss) Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR - 2

Month Ended June 30, 2005

	Grace Report Investors Inc.	Grace United (Partners) Inc.	Monolith Enterprises Incorporated	Grace Gurney Systems Inc.	Grace Notes Services Corporation	Monroe Street Enterprises Inc.	Grace G. Inc.	Harvest Source Corporations	Grace Inc.
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income)	-	-	-	-	-	-	-	-	-
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (Loss) Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR - 2

Month Ended June 30, 2005

	W.R. Grace Prod. Co. Corporations	GC Industries Inc.	W.R. Grace Corporations	Debt Acq. Fees/Interest Income	W.R. Grace Conn. Corporations	GRACE Invest. Communities Company	GRACE Food N.D. Company	GRACE Par Corporations	GRACE A.S. Inc.
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities									
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income)	-	-	-	-	-	-	-	-	-
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities									
Chapter 11 reorganization expenses, net	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
 Combining Statement of Operations
 MOR - 2
 Month Ended June 30, 2005

	W.R. Grace & Co. - Chapter 11 Filing Entities	GPC International Inc.	GPC Initiatives Corp.	GPC Venture Corp.	GPC Chemicals Corporation	GPC Management Corporation	GPC Office Company	W.R. Grace & Co. - Conn.	W.R. Grace & Co. - Inc.	GPC Chemicals Inc.
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities										
Net sales to filing entities										
Interest and royalties from non-filing entities, net										
Interest and royalties from filing entities, net										
Cost of goods sold to third parties										
Cost of goods sold to non-filing entities										
Cost of goods sold to filing entities										
Selling, general and administrative expenses										
Research and development expenses										
Depreciation and amortization										
Interest expense										
Other expense (income)										
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities										
Chapter 11 reorganization expenses, net										
(Provision for) benefit from income taxes										
Minority interest in income of subsidiary										
Equity in net income of non-filing entities										
Net (loss) Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR - 2

Month Ended June 30, 2005

	Corporate Entity	Grace Global Inc.	Grace Global Inc.	Grace Drilling (as Company)	Grace Petrochem LLC (as subsidiary)	Asia Business Ranch (as subsidiary)	Braden Coch West Coast (as subsidiary)	H.C. Coa Company	Eliminations between Filing Entities
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	(230,994)
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	(251,381)
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income)	-	-	-	-	-	-	-	-	(251,381)
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	20,387
Chapter 11 reorganization expenses, net	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,387

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
 Combining Statement of Operations
 MOR - 2
 Month Ended June 30, 2005

	Concessions Entity Method	COMBINED FILING ENTITIES (\$)
Net sales to third parties	\$ -	\$ 88,719,684
Net sales to non-filing entities	-	30,269,874
Net sales to filing entities	-	-
Interest and royalties from non-filing entities, net	-	7,121,021
Interest and royalties from filing entities, net	-	-
	-	126,110,579
Cost of goods sold to third parties	-	57,873,855
Cost of goods sold to non-filing entities	-	24,391,779
Cost of goods sold to filing entities	-	-
Selling, general and administrative expenses	-	29,981,937
Research and development expenses	-	3,277,717
Depreciation and amortization	-	5,985,881
Interest expense	-	4,332,786
Other expense (income)	-	(12,208,842)
	-	113,615,114
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	12,495,465
Chapter 11 reorganization expenses, net	-	(1,130,206)
(Provision for) benefit from income taxes	-	(773,376)
Minority interest in income of subsidiary	-	-
Equity in net income of non-filing entities	3,009,045	3,009,045
Net (loss) Income	\$ 3,009,045	\$ 13,600,928

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

June 30, 2005

	W.R. Grace & Co. - Conn	W.R. Grace & Co.	Reinhardt Group (IC)	Occipane	CC Partners	Grace Washington Partnership
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 229,634,924	\$ 48	\$ (175,620)	\$ -	\$ -	\$ -
Accounts and other receivables, net	128,102,361	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	398,226,153	(412,700,908)	(25,424,212)	12,881,822	(67,813,043)	(10,288,304)
Inventories	83,486,297	-	-	-	-	-
Deferred income taxes	26,966,588	-	1,768,845	-	-	-
Other current assets	14,017,477	-	-	-	-	-
Total Current Assets	878,433,801	(412,700,861)	(23,830,987)	12,881,822	(67,813,043)	(10,288,304)
Properties and equipment, net	344,109,486	-	415,924	-	-	-
Goodwill	14,499,090	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	81,340,039	-	-	-	-	-
Deferred income taxes	1,003,006,207	-	25,068,534	-	-	-
Asbestos-related insurance receivable	500,000,000	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(1,421,480,822)	923,652,066	112,503,447	5,166,629	223,577,542	-
Investment in filing and non-filing entities	823,527,308	241,512,111	-	-	-	-
Other assets	73,448,025	-	-	-	-	-
Total Assets	\$62,296,883,135	\$57,524,633,316	\$57,114,156,917	\$57,118,048,451	\$57,155,764,500	\$57,110,288,304
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ 0	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	61,023,450	-	26,477	-	-	-
Income taxes payable	(69,482)	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	123,618,891	-	57,445	-	-	1,464
Total Current Liabilities	184,572,860	-	83,922	-	-	1,464
Debt payable after one year	-	-	-	-	-	-
Deferred income taxes	300,375,534	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	377,517,880	-	-	-	-	-
Total Liabilities Not Subject to Compromise	862,466,273	-	83,922	-	-	1,464
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	664,834,959	-	-	-	-	-
Accounts payable	30,517,957	-	665,607	-	-	-
Income taxes payable	68,626,137	42,755,015	(12,337,322)	191,581	8,870,809	(13,765)
Asbestos-related liability	1,700,000,000	-	-	-	-	-
Other liabilities	492,210,900	-	76,622,699	-	2,023,330	-
Total Liabilities Subject to Compromise	2,956,189,953	42,755,015	64,950,984	191,581	10,894,139	(13,765)
Total Liabilities	3,818,656,226	42,755,015	65,034,906	191,581	10,894,139	(12,301)
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	83,968,960	782,969	12,223	1,000	-	1,000
Paid in capital	142,809,878	419,785,286	9,724,449	34,052,467	56,011,577	-
(Accumulated deficit)/Retained earnings	(1,342,905,869)	408,895,721	39,385,340	(16,196,596)	88,858,784	(10,277,003)
Treasury stock, at cost	-	(119,755,775)	-	-	-	-
Accumulated other comprehensive loss	(405,646,060)	100	-	-	-	-
Total Shareholders' Equity (Deficit)	(1,521,773,091)	709,708,301	49,122,012	17,856,871	144,870,361	(10,276,003)
Total Liabilities and Shareholders' Equity (Deficit)	\$62,296,883,135	\$57,524,633,316	\$57,114,156,917	\$57,118,048,451	\$57,155,764,500	\$57,110,288,304

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

June 30, 2005

	U.S. Grace Mergers and Acquisitions	Grace Proprietary Real Estate, Inc.	Grace International Holdings, Inc.	Grace Puerto Rico Co., Inc.	Alvarez Land Co., Corporation
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ 92,012	\$ -	\$ 5,690,892	\$ -
Accounts and other receivables, net	(386,938,610)	5,644,346	140,524,854	(85,339,254)	2,943,972
Receivables from/(payables to) filing and non-filing entities, net		(0)			(2,686,027)
Inventories	-	83,326	-	-	320,039
Deferred income taxes	-	-	-	-	1,473
Other current assets	-	-	-	-	691,631
Total Current Assets	(386,938,610)	5,819,684	140,524,854	(85,339,254)	6,961,980
Properties and equipment, net	-	-	-	-	597,912
Goodwill	-	-	-	-	4,377,631
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	513,190,964	(3,280,444)	-	27,797,435	(705,799)
Investment in filing and non-filing entities	-	-	-	58,669,464	-
Other assets	-	54,000	-	4,928,694	9,234,689
Total Assets	\$3,126,252,354	\$3,259,323,95	\$3,140,524,854	\$3,16,056,340	\$3,20,466,410
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	24,735	-	-	1,013,524
Income taxes payable	-	-	-	-	69,750
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	355,441	-	-	272,327
Total Current Liabilities	-	380,177	-	-	1,355,600
Debt payable after one year	-	-	-	-	-
Deferred income taxes	-	0	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	380,177	-	-	1,355,600
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Accounts payable	27,330,095	(911,733)	(150)	(7,381,930)	133,907
Income taxes payable	-	-	-	-	2,381,372
Asbestos-related liability	-	238,074	-	-	(156,712)
Other liabilities	-	-	-	-	-
Total Liabilities Subject to Compromise	27,330,095	(673,660)	(150)	(7,381,930)	2,515,279
Total Liabilities	27,330,095	(293,483)	(150)	(7,381,930)	3,870,880
Shareholders' Equity (Deficit)					
Preferred Stock	112	-	-	-	-
Common Stock	1,000	1,000	-	1,000	1,000
Paid in capital	(29,267,410)	-	25,358,993	61,845,489	200
(Accumulated deficit)/Retained earnings	128,188,557	(489,577)	115,166,011	(92,684,631)	274,606
Treasury stock, at cost	-	-	-	3,520,354	(4,583,774)
Accumulated other comprehensive loss	-	3,375,299	-	44,276,412	-
Total Shareholders' Equity (Deficit)	98,922,259	2,886,722	140,525,004	13,438,270	16,595,532
Total Liabilities and Shareholders' Equity (Deficit)	\$3,126,252,354	\$3,259,323,95	\$3,140,524,854	\$3,16,056,340	\$3,20,466,410
\$3,26,465,680	\$3,26,465,680	\$3,26,465,680	\$3,26,465,680	\$3,26,465,680	\$3,26,465,680

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

June 30, 2005

	Grace Boston Ltd.	Enviro-Aerowire Boston Div. of Grace	GR Holdings Inc.	MPA Holdings Corp.	MRAL Inc. Conn. Div.	MRAS Standard Systems Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net	(2,143,580)	(57,817,172)	(110)	(330)	(19,771)	
Receivables from/(payables to) filing and non-filing entities, net						
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(2,143,580)	(57,817,172)	(110)	(330)	(19,771)	
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	34,053,467	54,500,000	54,500,000	56,011,577	
Other assets	-	-	-	-	-	-
Total Assets	\$ (2,143,580)	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 55,991,806	
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	(210)	-	-	(110)	(330)	(5,251)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(210)	-	-	(110)	(330)	(5,251)
Total Liabilities	(210)	-	-	(110)	(330)	(5,251)
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	-	931,540	1	130	130	
Paid in capital	-	9,408,460	54,499,999	54,499,870	54,499,870	
(Accumulated deficit)/Retained earnings	(2,143,370)	(34,103,706)	-	-	-	1,497,057
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	(2,143,370)	(23,763,706)	54,500,000	54,500,000	55,997,057	
Total Liabilities and Shareholders' Equity (Deficit)	\$ (2,143,580)	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 55,991,806	

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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June 30, 2005

	W.R. Grace & Co. - Chapter 11 Filing Entities	W.R. Grace & Co. - Chapter 11 Filing Entities	W.R. Grace & Co. - Chapter 11 Filing Entities	W.R. Grace & Co. - Chapter 11 Filing Entities	W.R. Grace & Co. - Chapter 11 Filing Entities	W.R. Grace & Co. - Chapter 11 Filing Entities
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 5,839	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net	(10,483)	(26,614,022)	57,347,191	(7,283,826)		
Receivables from/(payables to) filing and non-filing entities, net						
Inventories	-	-	-	-		
Deferred income taxes	-	-	-	-		
Other current assets	6,908	-	-	-		
Total Current Assets	2,265	(26,614,022)	57,347,191	(7,283,826)		
Properties and equipment, net	-	-	-	-		
Goodwill	-	-	-	-		
Cash value of company owned life insurance, net of policy loans	-	-	-	-		
Deferred income taxes	-	-	-	-		
Asbestos-related insurance receivable	-	-	-	-		
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-		
Investment in filing and non-filing entities	-	-	-	-		
Other assets	1,630,940	-	-	-		
Total Assets	1,633,205	(26,614,022)	57,347,191	(7,283,826)		
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-		
Income taxes payable	-	-	-	-		
Asbestos-related liability expected to be disbursed within one year	-	-	-	-		
Other current liabilities	551,649	5,000	-	-		
Total Current Liabilities	551,649	5,000	-	-		
Debt payable after one year	-	-	-	-		
Deferred income taxes	-	-	-	-		
Asbestos-related liability expected to be disbursed after one year	-	-	-	-		
Other liabilities	-	-	-	-		
Total Liabilities Not Subject to Compromise	551,649	5,000	-	-		
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-		
Accounts payable	(8,122)	(195)	10,346,794	(230)		
Income taxes payable	-	-	-	-		
Asbestos-related liability	-	-	-	-		
Other liabilities	-	-	-	-		
Total Liabilities Subject to Compromise	(8,122)	(195)	10,346,794	(230)		
Total Liabilities	543,527	4,805	10,346,794	(230)		
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-		
Common Stock	-	-	-	-		
Paid in capital	1,104,954	859,233	3,671,658	5,150		
(Accumulated deficit)/Retained earnings	(15,276)	(27,478,060)	43,427,950	5,144,850		
Treasury stock, at cost	-	-	-	(12,433,596)		
Accumulated other comprehensive loss	-	-	(99,212)	-		
Total Shareholders' Equity (Deficit)	1,089,678	(26,618,827)	47,000,396	(7,283,596)		
Total Liabilities and Shareholders' Equity (Deficit)	1,633,205	(26,614,022)	57,347,191	(7,283,826)		

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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June 30, 2005

	Grace & Co. Alumina Development Corporation	Diamond Alumina Inc.	Alumina Tool Co. Inc.	Grace Research Institute Inc.	Grace Limited Partnership	Monolithic Enterprises Incorporated
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net	5,824,284	(10,966)	(1,119,103)	10,284,124	330	(2,417,714)
Receivables from/(payables to) filing and non-filing entities, net						
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	5,824,284	(10,966)	(1,119,103)	10,284,124	330	(2,417,714)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	94,022	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 5,824,284	(10,966)	(1,119,103)	10,284,124	330	(2,417,714)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	3	-	-
Total Current Liabilities	-	-	-	3	-	-
Debt payable after one year	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	3	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	(110)	-	(110)	(560)	(560)	(450)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(110)	-	(110)	(560)	(560)	(450)
Total Liabilities	(110)	-	(110)	(557)	(560)	(450)
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	1,000	2,000	29,000	1,000	1,000	26,000
Paid in capital	5,823,446	-	-	3,136,087	-	9,988,414
(Accumulated deficit)/Retained earnings	(52)	(10,966)	(1,147,993)	7,147,595	(110)	(12,431,678)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	5,824,394	(8,966)	(1,118,993)	10,284,682	890	(2,417,264)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 5,824,284	(8,966)	(1,119,103)	10,284,124	330	(2,417,714)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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June 30, 2005

	Grace Filing Entity Systemwide	Grace Conn. Services Entity	Grace Non- Filing Entity	Grace Filing Entity	Grace Conn. Services Entity	Grace Non- Filing Entity	Grace Filing Entity
ASSETS							
Current Assets							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840		(1,230,613)
Receivables from/(payables to) filing and non-filing entities, net							
Inventories	-	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-	-
Total Current Assets	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840		(1,230,613)
Properties and equipment, net	-	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-
Total Assets	\$ (26,312,455)	\$ (5,132,933)	\$ (3,350,634)	\$ (2,509,849)	\$ 840		\$ (1,230,613)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)							
Liabilities Not Subject to Compromise							
Current Liabilities							
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-	-
Liabilities Subject to Compromise							
Debt, pre-petition plus accrued interest	-	-	-	-	-	-	-
Accounts payable	-	(818)	(110)	(210)	(110)	(30)	
Income taxes payable	-	-	-	-	-	-	-
Asbestos-related liability	-	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-
Total Liabilities Subject to Compromise	-	(818)	(110)	(210)	(110)	(30)	
Total Liabilities	-	(818)	(110)	(210)	(110)	(30)	
Shareholders' Equity (Deficit)							
Preferred Stock	-	-	-	-	-	-	-
Common Stock	-	-	-	1,000	1,000	1,000	50
Paid in capital	-	-	-	-	-	-	50
(Accumulated deficit)/Retained earnings	(26,312,455)	(5,132,115)	(3,351,524)	(2,510,639)	(50)		(1,230,683)
Treasury stock, at cost	-	-	-	-	-	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	(26,312,455)	\$ (5,132,115)	\$ (3,350,524)	\$ (2,509,639)	950		\$ (1,230,583)
Total Liabilities and Shareholders' Equity (Deficit)	\$ (26,312,455)	\$ (5,132,933)	\$ (3,350,634)	\$ (2,509,849)	\$ 840		\$ (1,230,613)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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June 30, 2005

	W.R. Grace and Corporation	G/C Management Corporation	Wall Street Corporation	Delta Recov. Restaurant Inc.	W.R. Grace Conn Corporation	Concast New Communications Company Ltd.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500
Accounts and other receivables, net	36,708,324		(73,061)	(12,559,518)	(264,688)	(19,464,242)
Receivables from/(payables to) filing and non-filing entities, net						
Inventories	-					
Deferred income taxes	-					
Other current assets	-					
Total Current Assets	36,708,324		(73,061)	(12,559,518)	(264,688)	(19,463,742)
Properties and equipment, net					438,445	
Goodwill	-					
Cash value of company owned life insurance, net of policy loans	-					
Deferred income taxes	-					
Asbestos-related insurance receivable	-					
Loans receivable from/(payable to) filing and non-filing entities, net	6,284,806					
Investment in filing and non-filing entities	-					
Other assets	-					4,066
Total Assets	42,993,130		(73,061)	(12,559,518)	(264,688)	(19,459,676)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,066
Accounts payable	-					
Income taxes payable	-					
Asbestos-related liability expected to be disbursed within one year	-					
Other current liabilities	-				199	
Total Current Liabilities	-		-	-	199	4,066
Debt payable after one year	-					
Deferred income taxes	-					
Asbestos-related liability expected to be disbursed after one year	-					
Other liabilities	-					
Total Liabilities Not Subject to Compromise	-		-	-	199	4,066
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-					
Accounts payable	(812)		(110)	(265)	(759)	
Income taxes payable	-					
Asbestos-related liability	-					
Other liabilities	-					
Total Liabilities Subject to Compromise	(812)		(110)	(265)	(759)	
Total Liabilities	(812)		(110)	(265)	(560)	4,066
Shareholders' Equity (Deficit)						
Preferred Stock						
Common Stock	5,000		1,000	85,539	1,000	5,000
Paid in capital	19,577,160			6,541,055	4,000	6,000,000
(Accumulated deficit)/Retained earnings	23,411,782		(73,951)	(19,185,847)	169,317	(25,468,742)
Treasury stock, at cost	-					
Accumulated other comprehensive loss	-					
Total Shareholders' Equity (Deficit)	42,993,942		(72,951)	(12,559,253)	174,317	(19,463,742)
Total Liabilities and Shareholders' Equity (Deficit)	42,993,130		(73,061)	(12,559,518)	(173,757)	(19,459,676)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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June 30, 2005

	W.R. Grace & Co. Filing Entity	Grace PAR Corporation	Grace AFILCO	W.R. Grace International Inc.	GPO, Thomasville Corp.	Grace Ventures Corp.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net	23,478,717	6,345,361	810,265	(59,581,637)	(185)	(86,721)
Receivables from/(payables to) filing and non-filing entities, net	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	23,478,717	6,345,361	810,265	(59,581,637)	(185)	(86,721)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 23,478,717	\$ 6,345,361	\$ 810,265	\$ (59,581,637)	\$ (185)	\$ (86,721)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	(1,432)	(300)	(335)	(405)	(185)	(110)
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(1,432)	(300)	(335)	(405)	(185)	(110)
Total Liabilities	(1,432)	(300)	(335)	(405)	(185)	(110)
Shareholders' Equity (Deficit)						
Preferred Stock						
Common Stock	1,090,000	1,000	1,000	303,000	-	-
Paid in capital	33,631,999	18,090,032	-	37,765,000	-	1,900,000
(Accumulated deficit)/Retained earnings	(11,241,851)	(11,745,371)	809,600	(97,649,232)	-	(1,986,611)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	23,480,148	6,345,661	810,600	(59,581,232)	-	(86,611)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 23,478,717	\$ 6,345,361	\$ 810,265	\$ (59,581,637)	\$ (185)	\$ (86,721)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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June 30, 2005

	Grace Energy Corporation	Grace Management Corporation	Grace Global Holdings Corporation	Costco Grace Incorporated	Grace AP Incorporated	Grace Filing Incorporated
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net	352,712,699	4,389,612	(15,750,664)	5,296,839	875,359	(5,314)
Receivables from/(payables to) filing and non-filing entities, net						
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	352,712,699	4,389,612	(15,750,664)	5,296,839	875,359	(5,314)
Properties and equipment, net						
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable						
Loans receivable from/(payable to) filing and non-filing entities, net	(35,903,123)	(14,135,725)	-	-	-	-
Investment in filing and non-filing entities	187,272,210	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$1,504,081,786	(\$9,746,003)	(\$15,750,664)	5,296,839	875,359	(5,314)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities						
Debt payable after one year	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise						
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	(119)	(110)	-	(360)	(310)	(260)
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(119)	(110)	-	(360)	(310)	(260)
Total Liabilities	(119)	(110)	-	(360)	(310)	(260)
Shareholders' Equity (Deficit)						
Preferred Stock						
Common Stock	1,000	1,000	(114,960)	100	1,000	1,000
Paid in capital	451,425,156	(2,089,027)	34,215,000	-	-	-
(Accumulated deficit)/Retained earnings	52,655,749	(7,657,976)	(49,850,704)	5,297,099	874,669	(6,054)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	504,081,905	(\$9,746,003)	(\$15,750,664)	5,297,199	875,669	(5,054)
Total Liabilities and Shareholders' Equity (Deficit)	\$1,504,081,786	(\$9,746,003)	(\$15,750,664)	5,296,839	875,359	(5,314)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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June 30, 2005

	W.R. Grace & Co. - Conn	W.R. Grace & Co. - Conn	Grace Conn Inc.	Grace Drilling Company	Grace Products Company/Divided Incorporated	Avondale Basin Ranch Company
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net	108,080	130,215,533	145,239,206	(81,115,113)	47,407,796	
Receivables from/(payables to) filing and non-filing entities, net						
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	108,080	130,215,533	145,239,206	(81,115,113)	47,407,796	
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 108,080	\$ 130,215,533	\$ 145,239,206	\$ (81,115,113)	\$ 47,407,796	\$ -
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Deferred income taxes	-	27,277,846	27,277,846	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	27,277,846	27,277,846	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	(360)	1,749,615	1,749,790	(480)	(110)	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(360)	1,749,615	1,749,790	(480)	(110)	-
Total Liabilities	(360)	29,027,461	29,027,636	(480)	(110)	-
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	1,000	1,000	100	124,473	1,000	
Paid in capital	-	30,293,750	13,880,108	51,173,713	7,308,934	
(Accumulated deficit)/Retained earnings	107,440	70,893,322	102,331,362	(132,412,819)	40,097,972	
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	108,440	101,188,072	116,211,570	(81,114,633)	47,407,906	-
Total Liabilities and Shareholders' Equity (Deficit)	\$ 108,080	\$ 130,215,533	\$ 145,239,206	\$ (81,115,113)	\$ 47,407,796	\$ -

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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June 30, 2005

	Harold C. Grace West Coast Company	W.R. Grace Company	Eliminations between Filing Entities	Conversion to Equity Method	Reporting Reclassif.
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net					200,000
Receivables from/(payables to) filing and non-filing entities, net					
Inventories					(15,983,160)
Deferred income taxes					
Other current assets					
Total Current Assets					(15,783,160)
Properties and equipment, net					
Goodwill					
Cash value of company owned life insurance, net of policy loans					
Deferred income taxes					(354,931,226)
Asbestos-related insurance receivable					
Loans receivable from/(payable to) filing and non-filing entities, net					
Investment in filing and non-filing entities					1,800,000
Other assets					
Total Assets	\$ 1,327,103,999	\$ 1,327,103,999	\$ 1,327,103,999	\$ 278,501,827	\$ (368,914,386)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable					5,000,000
Income taxes payable					
Asbestos-related liability expected to be disbursed within one year					
Other current liabilities					(26,783,160)
Total Current Liabilities					(21,783,160)
Debt payable after one year					
Deferred income taxes					(354,931,226)
Asbestos-related liability expected to be disbursed after one year					
Other liabilities					
Total Liabilities Not Subject to Compromise					(376,714,386)
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest					
Accounts payable					
Income taxes payable					
Asbestos-related liability					
Other liabilities					
Total Liabilities Subject to Compromise					(100,000)
Total Liabilities					(376,714,386)
Shareholders' Equity (Deficit)					
Preferred Stock					
Common Stock					(86,493,960)
Paid in capital					(1,222,570,000)
(Accumulated deficit)/Retained earnings					(17,040,039)
Treasury stock, at cost					287,656,782
Accumulated other comprehensive loss					(19,154,955)
Total Shareholders' Equity (Deficit)					5,800,000
Total Liabilities and Shareholders' Equity (Deficit)	\$ 1,327,103,999	\$ 1,327,103,999	\$ 1,327,103,999	\$ 278,501,827	\$ (368,914,386)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

June 30, 2005

		COMBINED FILING ENTITIES
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 235,156,582	
Accounts and other receivables, net	131,138,345	
Receivables from/(payables to) filing and non-filing entities, net	61,898,972	
Inventories	83,806,336	
Deferred income taxes	12,837,072	
Other current assets	14,716,016	
Total Current Assets	539,553,323	
Properties and equipment, net	345,561,767	
Goodwill	18,876,721	
Cash value of company owned life insurance, net of policy loans	81,340,039	
Deferred income taxes	673,143,515	
Asbestos-related insurance receivable	500,000,000	
Loans receivable from/(payable to) filing and non-filing entities, net	330,382,171	
Investment in filing and non-filing entities	470,624,074	
Other assets	88,199,132	
Total Assets	\$3,047,680,741	
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)		
Liabilities Not Subject to Compromise		
Current Liabilities		
Debt payable within one year	\$ 0	
Accounts payable	62,092,253	
Income taxes payable	5,000,268	
Asbestos-related liability expected to be disbursed within one year	-	
Other current liabilities	98,079,259	
Total Current Liabilities	165,171,780	
Debt payable after one year	-	
Deferred income taxes	-	
Asbestos-related liability expected to be disbursed after one year	-	
Other liabilities	377,417,880	
Total Liabilities Not Subject to Compromise	542,589,659	
Liabilities Subject to Compromise		
Debt, pre-petition plus accrued interest	664,834,959	
Accounts payable	31,317,471	
Income taxes payable	143,175,259	
Asbestos-related liability	1,700,000,000	
Other liabilities	571,095,002	
Total Liabilities Subject to Compromise	3,110,422,691	
Total Liabilities	3,653,012,350	
Shareholders' Equity (Deficit)		
Preferred Stock	112	
Common Stock	785,645	
Paid in capital	423,453,280	
(Accumulated deficit)/Retained earnings	(537,368,454)	
Treasury stock, at cost	(119,755,775)	
Accumulated other comprehensive loss	(372,448,417)	
Total Shareholders' Equity (Deficit)	(605,331,609)	
Total Liabilities and Shareholders' Equity (Deficit)	\$3,047,680,741	

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

Chart 5

W. R. Grace & Co. - Conn Status of Postpetition Taxes MOR-4 June 30, 2005				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
Federal				
Withholding	\$ -	\$ 2,211,638	\$ (2,211,638)	\$ -
FICA - Employee	4,324	1,193,793	(1,193,641)	4,476
FICA and payroll- Employer	(205,555)	1,193,401	(1,052,660)	(64,814)
Unemployment	-	6,036	(6,036)	-
Other	-	11,445	(11,445)	-
Total Federal Taxes	\$ (201,231)	\$ 4,616,313	\$ (4,475,420)	\$ (60,338)
State and Local				
Withholding	\$ (236)	\$ 776,085	\$ (775,849)	\$ -
Sales & Use	519,568	377,357	(347,451)	549,474
Property Taxes	2,485,638	388,620	(10,621)	2,863,637
Other	-	75,001	(75,001)	-
Total State and Local	\$ 3,004,970	\$ 1,617,063	\$ (1,208,922)	\$ 3,413,111
Total Taxes	\$ 2,803,739	\$ 6,233,376	\$ (5,684,342)	\$ 3,352,773

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR - 5) for attestation related to accounts payable and tax obligations.